

## OFFICE OF THE STATE AUDITOR REPORT NOTE:

*Section 7-7-211, Mississippi Code Annotated (1972)* gives the Office of the State Auditor the authority to audit, with the exception of municipalities, any governmental entity in the state. In the case of municipalities, *Section 21-35-31, Mississippi Code Annotated (1972)* requires municipalities to obtain an annual audit performed by a private CPA firm and submit that audit report to the Office of the State Auditor. The Office of the State Auditor files these audit reports for review in case questions arise related to the municipality.

As a result, the following document was not prepared by the Office of the State Auditor. Instead, it was prepared by a private CPA firm and submitted to the Office of the State Auditor. The document was placed on this web page as it was submitted and no review of the report was performed by the Office of the State Auditor prior to finalization of the report. The Office of the State Auditor assumes no responsibility for its content or for any errors located in the document. Any questions of accuracy or authenticity concerning this document should be submitted to the CPA firm that prepared the document. The name and address of the CPA firm appears in the document.

FINANCIAL REPORT

TOWN OF BLUE SPRINGS

BLUE SPRINGS, MISSISSIPPI

YEAR ENDED SEPTEMBER 30, 2021

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INDEPENDENT ACCOUNTANT'S REPORT ON  
APPLYING AGREED-UPON PROCEDURES

Honorable Mayor and Board of Aldermen  
Town of Blue Springs, Mississippi

We have applied certain agreed-upon procedures as discussed below, to the accounting records of the Town of Blue Springs, Mississippi, as of September 30, 2021, and for the year then ended, as required by the Office of the State Auditor, under the provisions of Section 21-35-31, Mississippi Code, 1972, Annotated. This report is solely for the use of the governing body of the Town of Blue Springs, Mississippi and the Office of the State Auditor. However, this report is a matter of public record, and its distribution is not limited. Our procedures and findings are as follows:

- A. We reconciled cash on deposit with the following bank to balances in the respective general ledger accounts and obtained confirmation of the related balances from the bank:

<u>Bank</u>	<u>Fund</u>	<u>Balance per General Ledger</u>
BNA Bank	General	\$ 114,654
BNA Bank	Special	1,632

- B. The Town of Blue Springs owned no securities held for investment at September 30, 2021.
- C. We performed the following procedures with respect to taxes on real and personal property (including motor vehicles) levied during the fiscal year:
1. Verified use of certified county assessment rolls and traced levies to governing body minutes;
  2. Examined uncollected taxes for proper handling, including tax sales;
  3. Traced distribution of taxes collected to proper funds; and
  4. Analyzed increase in taxes for most recent period for compliance with increase limitations Sections 27-39-320 to 27-39-323, Miss. Code Ann. (1972).

The distribution of taxes to funds was found to be in accordance with prescribed tax levies, and uncollected taxes were determined to be properly handled.

Ad valorem tax collections were found to be within the limitations of Sections 27-39-320 to 27-39-323, Miss. Code Ann. (1972).

- D. We obtained a statement of payments made by the Mississippi Department of Finance and Administration to the town. The payments were traced to deposits in the bank and recorded in the general ledger without exception. Cash receipts were as follows:

Purpose	Receiving Fund	Amount
Fire Protection Allocation	Fire	\$ 0
Gasoline Tax	General	684
General Municipal Aid	General	114
Homestead Exemption	General	261
Sales Tax Allocation	General	48,793
TVA in Lieu of Taxes	General	3,656
Modernization Use Tax	General	25,937
ARPA Funds	General	27,033

- E. We selected a sample of purchases made by the municipality during the year. Each sample item was evaluated for compliance with public purchasing requirements set forth in Sections 31-7-1, 31-7-13, 31-7-49, and 33-7-57, Mississippi Code, 1972, Annotated, as applicable.

The sample consisted of the following:

Number of sample items	43
Dollar value of sample	\$ 41,057

We found the Town's purchasing procedures to be in compliance with the above sections except as follows: we found no instances in the sample selected that the municipality failed to provide an invoice to substantiate that the purchase met the purchasing requirements mentioned above.

- F. We selected a sample of collection of fines and forfeitures and verified that the municipal court clerk had settled daily with the municipal clerk. We also selected a sample of state imposed court assessments collected and determined that the municipal clerk had settled monthly with the Department of Finance and Administration.

We found the municipality's collection of fines and forfeitures to be in agreement with the requirements of the above mentioned sections.

- G. We have read the Municipal Compliance Questionnaire completed by the town. The completed survey indicated no instances of noncompliance.

Because the above procedures do not constitute an audit conducted in accordance with generally accepted auditing standards, we do not express an opinion on any of the accounts or items referred to above. In connection with the procedures referred to above, no matters came to our attention that caused us to believe that the specified accounts or items should be adjusted. Had we performed additional procedures or had we conducted an audit of the financial statements in accordance with generally accepted auditing standards, matters might have come to our attention that would have been reported to you. This report relates only to the accounts and items specified above and does not extend to any financial statements of the Town of Blue Springs, for the year ended September 30, 2021.

This report is intended solely for the use of the Office of the State Auditor, State of Mississippi, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

  
Lindsey, Davis and Associates  
Certified Public Accountants

Ripley, Mississippi  
August 29, 2022

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## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Honorable Mayor and Board of Aldermen  
Town of Blue Springs, Mississippi

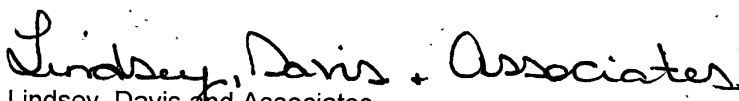
Management is responsible for the accompanying statement of cash receipts and disbursements (all funds)-cash basis of the Town of Blue Springs, Mississippi, as of and for the year ended September 30, 2021 in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures ordinarily required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the Town's cash receipts and disbursements. Accordingly, the financial statements are not designed for those who are not informed about such matters.

### **Required Supplementary Information**

Management has omitted the management's discussion and analysis information that is required to be presented for purposes of additional analysis. Such missing information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

The supplementary information contained on pages 8, 9 and 10 is presented for purposes of additional analysis and has been compiled by us from information that is the representation of management of the Town of Blue Springs, Mississippi, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on such supplementary information.

  
Lindsey, Davis and Associates  
Certified Public Accountants

Ripley, Mississippi  
August 29, 2022

TOWN OF BLUE SPRINGS, MISSISSIPPI  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (ALL FUNDS)-CASH BASIS  
YEAR ENDED SEPTEMBER 30, 2021

	GOVERNMENTAL FUND TYPE		TOTALS (MEMORANDUM ONLY)	
	GENERAL	SPECIAL	2021	2020
REVENUE RECEIPTS				
General Property Taxes	\$ 10,887		\$ 10,887	\$ 10,523
Court Fines and Fees	23,660		23,660	21,679
Intergovernmental Revenues:				
State Shared Revenue:				
Sales Tax	48,793		48,793	25,383
Homestead Exemption	261		261	254
TVA in Lieu of Taxes	3,656		3,656	3,483
General Municipal Aid	114		114	114
Gasoline Tax	684		684	684
Fire Protection	0		0	1,375
Modernization Use Tax	25,937		25,937	22,193
ARPA Funds	27,033		27,033	0
County Shared Revenue:				
Road and Auto Taxes	3,623		3,623	3,714
Public Utilities	1,367		1,367	1,284
Other Receipts:				
Interest Earned	62		62	41
Miscellaneous	1,961	883	2,844	3,348
Grant Income	5,340		5,340	4,131
Park Rental	100		100	60
Land Sale	329		329	341
TOTAL OPERATING RECEIPTS	153,807	883	154,690	98,607
Cash Balance- Beginning of the Year	63,167	749	63,916	49,158
TOTAL AMOUNT TO ACCOUNT FOR	\$ 216,974	\$ 1,632	\$ 218,606	\$ 147,765
OPERATING DISBURSEMENTS				
General Government:				
General Government	\$ 65,879		65,879	\$ 44,346
Municipal Court	19,826		19,826	17,017
Public Safety				
Fire			0	1,830
Police	16,615		16,615	16,525
TOTAL OPERATING DISBURSEMENTS	102,320		102,320	79,718
OTHER DISBURSEMENTS				
Grant Expense			0	4,131
TOTAL OTHER DISBURSEMENTS			0	4,131
TOTAL DISBURSEMENTS	102,320		102,320	83,849
Cash Balance- End of Year	114,654	1,632	116,286	63,916
TOTAL AMOUNT ACCOUNTED FOR	\$ 216,974	\$ 1,632	\$ 218,606	\$ 147,765

SEE ACCOUNTANT'S COMPILATION REPORT



TOWN OF BLUE SPRINGS, MISSISSIPPI  
SCHEDULE OF LONG-TERM DEBT  
YEAR ENDED SEPTEMBER 30, 2021

Description	Account Number	Amount	Date Due	Interest Rate	Date through which Interest is Paid
2020 Dodge Ram	01-292892-50	17,426.44	6/30/2025	3.90%	9/30/2021

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SEE ACCOUNTANT'S COMPILATION REPORT

TOWN OF BLUE SPRINGS, MISSISSIPPI  
SCHEDULE OF SURETY BONDS FOR TOWN OFFICIALS  
SEPTEMBER 30, 2021

<u>Name</u>	<u>Position</u>	<u>Surety</u>	<u>Amount</u>
Jan Musgrove	Town Clerk	St. Paul Travelers	\$ 50,000
Brandon Clayton	Chief of Police	St. Paul Travelers	\$ 50,000
Rhonda Horton	Alderwoman	St. Paul Travelers	\$ 10,000
Renna Tolbert	Alderwoman	St. Paul Travelers	\$ 10,000
Bradford Goodwin	Alderman	St. Paul Travelers	\$ 10,000
Jimmy D. Hutcheson	Alderman	St. Paul Travelers	\$ 10,000
Lorence Strange	Alderman	St. Paul Travelers	\$ 10,000
Rita Gentry	Mayor	St. Paul Travelers	\$ 25,000

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SEE ACCOUNTANT'S COMPILATION REPORT

TOWN OF BLUE SPRINGS, MISSISSIPPI  
SCHEDULE OF INVESTMENTS (ALL FUNDS) - CASH BASIS  
SEPTEMBER 30, 2021

The Town of Blue Springs owned no securities held for investment at September 30, 2021.

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ACCOUNTANT'S REPORT ON COMPLIANCE  
WITH STATE LAWS AND REGULATIONS

Honorable Mayor and Board of Aldermen  
Town of Blue Springs, Mississippi

We have compiled the statement of cash receipts and disbursements (all funds)-cash basis of the Town of Blue Springs for the year ended September 30, 2021 and have issued our report dated August 29, 2022. We have conducted our compilation in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA.

As required by the state legal compliance audit program prescribed by the Office of the State Auditor, we have also performed procedures to test compliance with certain state laws and regulations. However, providing an opinion on compliance with state laws and regulations was not an objective of our audit and, accordingly, we do not express such an opinion.

The results of those procedures and our compilation of the cash receipts and disbursements disclosed one instance of noncompliance with the state laws and regulations which is noted in item E in the Independent Accountant's Report on Applying Agreed-Upon Procedures.

This report is intended for the information of the Town's management and the Office of the State Auditor and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

  
Lindsey, Davis and Associates  
Certified Public Accountants

Ripley, Mississippi  
August 29, 2022